

# Statements of Accounts

FY2022

1 April 2022 - 31 March 2023

Radiation Effects Research Foundation

RADIATION EFFECTS RESEARCH FOUNDATION

BALANCE SHEET  
AS OF 31 MARCH 2023

(Unit: Yen)

| Category  | Current Fiscal Year | Previous Fiscal Year | Changes         |
|---|---------------------|----------------------|-----------------|
| <b>I. ASSETS</b>                                |                     |                      |                 |
| 1. Current Assets                               |                     |                      |                 |
| Cash and Cash Equivalents                       | 10,283,559          | 2,373,173,964        | (2,362,890,405) |
| Accounts Receivable                             | 10,105,621          | 10,118,321           | (12,700)        |
| Prepaid Expenses                                | 56,078,666          | 50,711,441           | 5,367,225       |
| Stores  | 15,487,328          | 26,919,947           | (11,432,619)    |
| Total Current Assets                            | 91,955,174          | 2,460,923,673        | (2,368,968,499) |
| 2. Non-Current Assets                           |                     |                      |                 |
| (1) Fundamental Properties                      |                     |                      |                 |
| Buildings                                       | 558,205,632         | 630,834,852          | (72,629,220)    |
| Total Fundamental Properties                    | 558,205,632         | 630,834,852          | (72,629,220)    |
| (2) Specific Assets                             |                     |                      |                 |
| Reserved Assets for Public-Interest Activity    | 3,110,640,561       | 0                    | 3,110,640,561   |
| Reserved Assets for Reconstruction              | 79,402,500          | 0                    | 79,402,500      |
| Structures                                      | 8,846,617           | 0                    | 8,846,617       |
| Vehicles  | 1                   | 0                    | 1               |
| Furniture and Equipment                         | 659,398,937         | 0                    | 659,398,937     |
| Leased Assets                                   | 18,610,259          | 0                    | 18,610,259      |
| Telephone Deposits                              | 1,872,000           | 0                    | 1,872,000       |
| Software  | 56,243,411          | 0                    | 56,243,411      |
| Security Deposits                               | 1,950,000           | 0                    | 1,950,000       |
| Total Specified Assets                          | 3,936,964,286       | 0                    | 3,936,964,286   |
| (3) Other Non-Current Assets                    |                     |                      |                 |
| Vehicles  | 0                   | 1                    | (1)             |
| Furniture and Equipment                         | 505,508             | 666,346,621          | (665,841,113)   |
| Leased Assets                                   | 0                   | 22,835,359           | (22,835,359)    |
| Telephone Deposits                              | 0                   | 1,872,000            | (1,872,000)     |
| Software  | 0                   | 55,597,051           | (55,597,051)    |
| Security Deposits                               | 0                   | 2,094,000            | (2,094,000)     |
| Total Other Non-Current Assets                  | 505,508             | 748,745,032          | (748,239,524)   |
| Total Non-Current Assets                        | 4,495,675,426       | 1,379,579,884        | 3,116,095,542   |
| TOTAL ASSETS                                    | 4,587,630,600       | 3,840,503,557        | 747,127,043     |
| <b>II. LIABILITIES</b>                          |                     |                      |                 |
| 1. Current Liabilities                          |                     |                      |                 |
| Accounts Payable                                | 466,656,816         | 115,785,996          | 350,870,820     |
| Deposits Received                               | 14,159,333          | 14,328,488           | (169,155)       |
| Subsidies/Contract Services to be Returned      | 21,519,463          | 31,105,683           | (9,586,220)     |
| Lease Payable                                   | 5,000,329           | 4,868,327            | 132,002         |
| Accrued Seasonal Bonus                          | 144,594,989         | 150,220,897          | (5,625,908)     |
| Total Current Liabilities                       | 651,930,930         | 316,309,391          | 335,621,539     |
| 2. Non-Current Liabilities                      |                     |                      |                 |
| Lease Payable                                   | 12,651,054          | 17,651,383           | (5,000,329)     |
| Reserve for Directors' Termination Allowance    | 56,593,500          | 48,559,500           | 8,034,000       |
| Reserve for Termination Allowance               | 1,656,760,329       | 1,865,480,067        | (208,719,738)   |
| Total Non-Current Liabilities                   | 1,726,004,883       | 1,931,690,950        | (205,686,067)   |
| TOTAL LIABILITIES                               | 2,377,935,813       | 2,248,000,341        | 129,935,472     |
| <b>III. NET ASSETS</b>                          |                     |                      |                 |
| 1. Restricted Net Assets                        |                     |                      |                 |
| Subsidy   | 2,209,487,520       | 1,592,383,054        | 617,104,466     |
| Donated Building                                | 17                  | 26                   | (9)             |
| Total Restricted Net Assets                     | 2,209,487,537       | 1,592,383,080        | 617,104,457     |
| (Appropriated Amount to Fundamental Properties) | 558,205,632         | 630,834,852          | (72,629,220)    |
| (Appropriated Amount to Reserves)               | 1,651,281,905       | 0                    | 1,651,281,905   |
| 2. Unrestricted Net Assets                      | 207,250             | 120,136              | 87,114          |
| (Appropriated Amount to Fundamental Properties) | 0                   | 0                    | 0               |
| (Appropriated Amount to Reserves)               | 0                   | 0                    | 0               |
| TOTAL NET ASSETS                                | 2,209,694,787       | 1,592,503,216        | 617,191,571     |
| TOTAL LIABILITIES AND NET ASSETS                | 4,587,630,600       | 3,840,503,557        | 747,127,043     |

RADIATION EFFECTS RESEARCH FOUNDATION

STATEMENT OF CHANGES IN NET ASSETS

1 APRIL 2022 - 31 MARCH 2023

(Unit: Yen)

| Category  | Current<br>Fiscal Year | Previous<br>Fiscal Year | Changes         |
|---|------------------------|-------------------------|-----------------|
| <b>I. CHANGES IN UNRESTRICTED NET ASSETS</b>    |                        |                         |                 |
| 1. Recurring Changes                            |                        |                         |                 |
| (1) Recurring Revenues and Gains                |                        |                         |                 |
| Net Assets Released from Restrictions           | 3,084,474,090          | 4,907,170,074           | (1,822,695,984) |
| U.S. and Japan Subsidy                          | 3,084,474,090          | 4,902,692,030           | (1,818,217,940) |
| Donated Building                                | 0                      | 4,478,044               | (4,478,044)     |
| Operating Income                                | 43,349,441             | 36,844,207              | 6,505,234       |
| Medical Examination Income                      | 6,297,494              | 5,508,987               | 788,507         |
| Contract Services                               | 28,224,947             | 31,335,220              | (3,110,273)     |
| Work-Related Illness Study                      | 8,827,000              | 0                       | 8,827,000       |
| Charitable Donations Income                     | 0                      | 100,000                 | (100,000)       |
| Charitable Donations Income                     | 0                      | 100,000                 | (100,000)       |
| Miscellaneous Income                            | 8,700,112              | 1,310,232               | 7,389,880       |
| Interest Income                                 | 17,880                 | 12,273                  | 5,607           |
| Other Miscellaneous Income                      | 8,682,232              | 1,297,959               | 7,384,273       |
| Total Recurring Revenue and Gains               | 3,136,523,643          | 4,945,424,513           | (1,808,900,870) |
| (2) Recurring Expenses and Losses               |                        |                         |                 |
| i) Direct Expenses and Losses                   | 2,459,473,675          | 3,798,958,664           | (1,339,484,989) |
| Directors Salaries and Fees                     | 29,908,726             | 30,774,846              | (866,120)       |
| Salaries and Wages                              | 1,205,111,889          | 1,220,884,559           | (15,772,670)    |
| Directors' Termination Allowance                | 5,357,400              | 32,805,200              | (27,447,800)    |
| Termination Allowance                           | 95,294,089             | 1,501,913,268           | (1,406,619,179) |
| Accrued Expense for Seasonal Bonus              | 100,950,991            | 117,483,334             | (16,532,343)    |
| Fees and Gratuities                             | 46,078,561             | 43,990,978              | 2,087,583       |
| Travel, Domestic                                | 4,505,167              | 1,471,530               | 3,033,637       |
| Travel, Relocation                              | 4,407,906              | 397,980                 | 4,009,926       |
| Travel, Overseas                                | 9,599,019              | 0                       | 9,599,019       |
| Equipment Expensed                              | 239,985                | 302,483                 | (62,498)        |
| Supplies  | 145,846,641            | 96,536,853              | 49,309,788      |
| PR and Publications                             | 10,124,625             | 6,616,897               | 3,507,728       |
| Communication and Freight                       | 9,885,172              | 11,391,730              | (1,506,558)     |
| Utilities                                       | 54,621,652             | 41,585,257              | 13,036,395      |
| Leases and Transportation                       | 28,687,302             | 21,585,510              | 7,101,792       |
| Meetings  | 26,345                 | 864                     | 25,481          |
| Temporary Employee Salaries and Benefits        | 48,396,636             | 51,338,111              | (2,941,475)     |
| Insurance                                       | 217,305                | 1,625,978               | (1,408,673)     |
| Contract Services and Others                    | 139,698,768            | 119,377,656             | 20,321,112      |
| Land and Building Lease                         | 41,396,706             | 42,790,104              | (1,393,398)     |
| Entrustment Fees                                | 271,566,822            | 266,990,635             | 4,576,187       |
| Depreciation                                    | 207,551,968            | 189,094,891             | 18,457,077      |
| ii) Indirect Expenses and Losses                | 657,748,613            | 1,122,840,745           | (465,092,132)   |
| Directors Salaries and Fees                     | 17,617,126             | 18,053,947              | (436,821)       |
| Salaries and Wages                              | 295,793,624            | 335,359,235             | (39,565,611)    |
| Directors' Termination Allowance                | 2,676,600              | 15,754,300              | (13,077,700)    |
| Termination Allowance                           | 25,491,787             | 478,674,524             | (453,182,737)   |
| Accrued Expense for Seasonal Bonus              | 24,318,086             | 32,737,563              | (8,419,477)     |
| Fees and Gratuities                             | 4,084,000              | 6,389,000               | (2,305,000)     |
| Travel, Domestic                                | 800,709                | 371,160                 | 429,549         |
| Travel, Committee Members                       | 5,615,478              | 0                       | 5,615,478       |
| Travel, Relocation                              | 110,140                | 0                       | 110,140         |
| Travel, Overseas                                | 5,910,382              | 0                       | 5,910,382       |
| Supplies  | 8,170,955              | 14,217,231              | (6,046,276)     |
| PR and Publications                             | 3,881,541              | 2,964,511               | 917,030         |
| Communication and Freight                       | 10,128,433             | 9,027,027               | 1,101,406       |
| Utilities                                       | 27,544,962             | 18,909,117              | 8,635,845       |
| Leases and Transportation                       | 2,175,296              | 2,872,996               | (697,700)       |
| Meetings  | 1,173,029              | 16,642                  | 1,156,387       |
| Temporary Employee Salaries and Benefits        | 11,507,316             | 2,460,583               | 9,046,733       |
| Insurance                                       | 2,301,990              | 873,027                 | 1,428,963       |
| Contract Services and Others                    | 86,715,957             | 87,152,035              | (436,078)       |
| Employee Welfare                                | 815,101                | 688,393                 | 126,708         |
| Land and Building Lease                         | 21,168,548             | 19,506,766              | 1,661,782       |
| Tax   | 2,417,850              | 4,053,861               | (1,636,011)     |
| Entrustment Fees                                | 49,856,922             | 12,739,605              | 37,117,317      |
| Depreciation                                    | 47,429,633             | 59,989,762              | (12,560,129)    |
| Exchange Rate Loss                              | 43,148                 | 29,460                  | 13,688          |
| iii) Subsidies/Contract Services to be Returned | 21,423,501             | 28,557,886              | (7,134,385)     |
| Total Recurring Expenses and Losses             | 3,138,645,789          | 4,950,357,295           | (1,811,711,506) |
| Recurring Changes                               | (2,122,146)            | (4,932,782)             | 2,810,636       |

RADIATION EFFECTS RESEARCH FOUNDATION

STATEMENT OF CHANGES IN NET ASSETS

1 APRIL 2022 - 31 MARCH 2023

(Unit: Yen)

| Category  | Current Fiscal Year | Previous Fiscal Year | Changes         |
|---|---------------------|----------------------|-----------------|
| 2. Non-Recurring Changes                              |                     |                      |                 |
| (1) Non-Recurring Revenues and Gains                  |                     |                      |                 |
| Donated Non-Current Assets                            | 2,019,982           | 1,930,475            | 89,507          |
| Other Non-Recurring Revenues and Gains                | 313,640             | 12,000               | 301,640         |
| Total Non-Recurring Revenues and Gains                | 2,333,622           | 1,942,475            | 391,147         |
| (2) Non-Recurring Expenses and Losses                 |                     |                      |                 |
| Loss on Disposal of Non-Current Assets                | 3,139               | 234,807              | (231,668)       |
| Other Non-Recurring Expenses and Losses               | 121,223             | 9,857                | 111,366         |
| Total Non-Recurring Expenses and Losses               | 124,362             | 244,664              | (120,302)       |
| Non-Recurring Changes                                 | 2,209,260           | 1,697,811            | 511,449         |
| Changes in Unrestricted Net Assets during Fiscal Year | 87,114              | (3,234,971)          | 3,322,085       |
| Unrestricted Net Assets at Beginning of Fiscal Year   | 120,136             | 3,355,107            | (3,234,971)     |
| Unrestricted Net Assets at End of Fiscal Year         | 207,250             | 120,136              | 87,114          |
| II. CHANGES IN RESTRICTED NET ASSETS                  |                     |                      |                 |
| Subsidy Income  | 3,701,578,547       | 3,419,547,787        | 282,030,760     |
| Japan Subsidy Income                                  | 1,764,662,000       | 1,806,681,000        | (42,019,000)    |
| U.S. Subsidy Income                                   | 1,886,048,547       | 1,596,903,787        | 289,144,760     |
| Japan Subsidy Income (Work-Related Illness Study)     | 0                   | 15,963,000           | (15,963,000)    |
| Japan Subsidy Income (Major Facility Renovation)      | 50,868,000          | 0                    | 50,868,000      |
| Net Assets Released from Restrictions                 | (3,084,474,090)     | (4,907,170,074)      | 1,822,695,984   |
| Changes in Restricted Net Assets during Fiscal Year   | 617,104,457         | (1,487,622,287)      | 2,104,726,744   |
| Restricted Net Assets at Beginning of Fiscal Year     | 1,592,383,080       | 3,080,005,367        | (1,487,622,287) |
| Restricted Net Assets at End of Fiscal Year           | 2,209,487,537       | 1,592,383,080        | 617,104,457     |
| III. CHANGES IN TOTAL NET ASSETS                      |                     |                      |                 |
| Net Assets at Beginning of Fiscal Year                | 1,592,503,216       | 3,083,360,474        | (1,490,857,258) |
| Net Assets at End of Fiscal Year                      | 2,209,694,787       | 1,592,503,216        | 617,191,571     |
| CHANGES IN TOTAL NET ASSETS                           | 617,191,571         | (1,490,857,258)      | 2,108,048,829   |

# RADIATION EFFECTS RESEARCH FOUNDATION

## NOTES ON FINANCEAL REPORTS

### 1. Important accounting policies

#### (1) Valuation standards and methods for inventory assets ("Other" of Current Assets)

By the lower of cost or market value method based on first-in first-out system

#### (2) Method for depreciation of non-current assets

##### i) Tangible fixed assets (Excluding leased assets)

The straight-line method is used with a residual value of one yen.

##### ii) Intangible fixed assets (Excluding leased assets)

The straight-line method is used with a residual value of zero.

##### iii) Leased assets

Ownership-transfer finance lease

The same depreciation method is used as that applied to proprietary fixed assets.

#### (3) Reporting standards for reserves

##### i) Accrued seasonal bonus

Summer bonus amounts accrued for directors and employees during the current term are reported.

##### ii) Reserve for termination allowance

An amount equivalent to that required to pay termination allowances for voluntary retirements based on the regulations has been recorded.

##### iii) Reserve for directors' termination allowance

An amount equivalent to that required for the term's end based on the regulations has been recorded.

#### (4) Accounting procedures for consumption taxes

Consumption taxes are calculated based on the tax-inclusive method.

### 2. Changes in and balance of the monetary value of fundamental properties and reserves

Changes in and balance of the monetary value of fundamental properties and reserves are as follows:

(Unit: Yen)

| Item   | Closing Balance of Previous Term | Increase during Current Term | Decrease during Current Term | Closing Balance of Current Term |
|--|----------------------------------|------------------------------|------------------------------|---------------------------------|
| Fundamental Properties                       |                                  |                              |                              |                                 |
| Buildings                                    | 630,834,852                      | 1,613,700                    | 74,242,920                   | 558,205,632                     |
| Subtotal                                     | 630,834,852                      | 1,613,700                    | 74,242,920                   | 558,205,632                     |
| Specific Assets                              |                                  |                              |                              |                                 |
| Reserved Assets for Public-Interest Activity | 0                                | 3,110,640,561                | 0                            | 3,110,640,561                   |
| Reserved Assets for Reconstruction           | 0                                | 79,402,500                   | 0                            | 79,402,500                      |
| Structures                                   | 0                                | 11,930,515                   | 3,083,898                    | 8,846,617                       |
| Vehicles                                     | 0                                | 1                            | 0                            | 1                               |
| Furniture and Equipment                      | 0                                | 825,460,656                  | 166,061,719                  | 659,398,937                     |
| Leased Assets                                | 0                                | 22,835,359                   | 4,225,100                    | 18,610,259                      |
| Telephone Deposits                           | 0                                | 1,872,000                    | 0                            | 1,872,000                       |
| Software                                     | 0                                | 75,544,941                   | 19,301,530                   | 56,243,411                      |
| Security Deposits                            | 0                                | 2,094,000                    | 144,000                      | 1,950,000                       |
| Subtotal                                     | 0                                | 4,129,780,533                | 192,816,247                  | 3,936,964,286                   |
| Total  | 630,834,852                      | 4,131,394,233                | 267,059,167                  | 4,495,169,918                   |

### 3. Financial sources of fundamental properties and reserves

Financial sources of fundamental properties and reserves are as follows:

(Unit: Yen)

| Item   | Closing Balance of Current Term | Appropriated Amount from Restricted Net Assets | Appropriated Amount from Unrestricted Net Assets | Amount of Liabilities |
|--|---------------------------------|--|--|-----------------------|
| Fundamental Properties                       |                                 |  |  |                       |
| Buildings                                    | 558,205,632                     | 558,205,632                                    | 0  | 0                     |
| Subtotal                                     | 558,205,632                     | 558,205,632                                    | 0  | 0                     |
| Specific Assets                              |                                 |  |  |                       |
| Reserved Assets for Public-Interest Activity | 3,110,640,561                   | 842,609,563                                    | 0  | 2,268,030,998         |
| Reserved Assets for Reconstruction           | 79,402,500                      | 79,402,500                                     | 0  | 0                     |
| Structures                                   | 8,846,617                       | 8,846,617                                      | 0  | 0                     |
| Vehicles                                     | 1                               | 1  | 0  | 0                     |
| Furniture and Equipment                      | 659,398,937                     | 659,398,937                                    | 0  | 0                     |
| Leased Assets                                | 18,610,259                      | 958,876  | 0  | 17,651,383            |
| Telephone Deposits                           | 1,872,000                       | 1,872,000                                      | 0  | 0                     |
| Software                                     | 56,243,411                      | 56,243,411                                     | 0  | 0                     |
| Security Deposits                            | 1,950,000                       | 1,950,000                                      | 0  | 0                     |
| Subtotal                                     | 3,936,964,286                   | 1,651,281,905                                  | 0  | 2,285,682,381         |
| Total  | 4,495,169,918                   | 2,209,487,537                                  | 0  | 2,285,682,381         |

# RADIATION EFFECTS RESEARCH FOUNDATION

## NOTES OF FINANCIAL REPORTS

### 4. Acquisition costs of non-current assets, accumulated depreciation, and closing balance of current term

Acquisition costs of non-current assets, accumulated depreciation, and closing balance of current term are as follows:

(Unit: Yen)

| Item                               | Acquisition Cost | Accumulated Depreciation | Closing Balance of Current Term |
|------------------------------------|------------------|--------------------------|---------------------------------|
| Fundamental Properties             |                  |                          |                                 |
| Buildings                          | 1,358,830,091    | 800,624,459              | 558,205,632                     |
| Subtotal: Fundamental Properties   | 1,358,830,091    | 800,624,459              | 558,205,632                     |
| Specific Assets                    |                  |                          |                                 |
| Structures                         | 39,702,560       | 30,855,943               | 8,846,617                       |
| Vehicles                           | 688,040          | 688,039                  | 1                               |
| Furniture and Equipment            | 3,595,486,483    | 2,936,087,546            | 659,398,937                     |
| Leased Assets                      | 25,300,000       | 6,689,741                | 18,610,259                      |
| Software                           | 278,113,793      | 221,870,382              | 56,243,411                      |
| Subtotal: Specific Assets          | 3,939,290,876    | 3,196,191,651            | 743,099,225                     |
| Other Non-Current Assets           |                  |                          |                                 |
| Furniture and Equipment            | 2,675,688        | 2,170,180                | 505,508                         |
| Subtotal: Other Non-Current Assets | 2,675,688        | 2,170,180                | 505,508                         |
| Total                              | 5,300,796,655    | 3,998,986,290            | 1,301,810,365                   |

### 5. Summary of changes in government subsidy amounts over current term

Summary of changes in government subsidy amounts over current term is as follows:

(Unit: Yen)

| Name of Subsidy                                      | Providers                              | Closing Balance of the Previous Term | Increase during Current Term | Decrease during Current Term | Closing Balance of Current Term | Classification on Balance Sheet |
|--|--|--------------------------------------|------------------------------|------------------------------|---------------------------------|---------------------------------|
| Japane government subsidy                            | Ministry of Health, Labour and Welfare | 0                                    | 1,764,662,000                | 1,764,662,000                | 0                               | Restricted Net Assets           |
| U.S. government subsidy                              | United States Department of Energy     | 1,512,980,580                        | 1,886,048,547                | 1,268,944,090                | 2,130,085,037                   | Restricted Net Assets           |
| Japan governmeny subsidy (Major Facility Renovation) | Ministry of Health, Labour and Welfare | 0                                    | 50,868,000                   | 50,868,000                   | 0                               | Restricted Net Assets           |
| U.S. governmeny subsidy (Major Facility Renovation)  | United States Department of Energy     | 79,402,500                           | 0                            | 0                            | 79,402,500                      | Restricted Net Assets           |
| Total  |  | 1,592,383,080                        | 3,701,578,547                | 3,084,474,090                | 2,209,487,537                   |                                 |

### 6. Summary of amount of transfer from restricted net assets to unrestricted net assets

Summary of amount of transfer from restricted net assets to unrestricted net assets is as follows:

(Unit: Yen)

| Description  | Amount        |
|--|---------------|
| Recurring Revenues and Gains   |               |
| Transferred amount based on recording in direct and indirect expenses and losses | 3,084,474,090 |
| Total  | 3,084,474,090 |

# RADIATION EFFECTS RESEARCH FOUNDATION

## ADDENDED STATEMENT

### 1. Breakdown of fundamental assets and specific assets

Details of fundamental properties and reserves are omitted as they are presented in the notes to the financial statements.

### 2. Details of accrued expenses

(Unit: Yen)

| Item   | Balance<br>at beginning of<br>term | Increase<br>for current term | Decrease for current term |       | Balance<br>at end of term |
|--|------------------------------------|------------------------------|---------------------------|-------|---------------------------|
|  |                                    |                              | Used as Intended          | Other |                           |
| Accrued Seasonal Bonus                       | 150,220,897                        | 144,594,989                  | 150,220,897               | 0     | 144,594,989               |
| Reserve for Directors' Termination Allowance | 48,559,500                         | 8,034,000                    | 0                         | 0     | 56,593,500                |
| Reserve for Termination Allowance            | 1,865,480,067                      | 111,200,696                  | 319,920,434               | 0     | 1,656,760,329             |
| Total  | 2,064,260,464                      | 263,829,685                  | 470,141,331               | 0     | 1,857,948,818             |

# RADIATION EFFECTS RESEARCH FOUNDATION

## LIST OF PROPERTY AS OF 31 MARCH 2023

(Unit: Yen)

| Item in the balance sheet         |   | Location, amount of material                                  |   | Purpose of use, etc.  | Amount        |
|-----------------------------------|---|---|---|---|---------------|
| (Current Assets)                  |   |   |   |   |               |
|                                   | Cash and Cash Equivalents                     | Checking Accounts   |   | Property for public interest activities and administrative activities                                       | 4,498,664     |
|                                   |   | MUFG Bank   |   |   |               |
|                                   |   | Savings Accounts  |   | Property for public interest activities and administrative activities                                       | 1,570,503     |
|                                   |   | MUFG Bank   |   |   |               |
|                                   |   | Hiroshima Bank  |   |   |               |
|                                   | Subtotal: Savings Accounts                    |   |   | 5,784,895   |               |
|                                   | Subtotal: Cash and Equivalents                |   |   | 10,283,559  |               |
|                                   | Accounts Receivable                           | Medical examination fees (Hiroshima)                          |   | Accounts receivable from operating income as public interest  | 666,864       |
|                                   |   | Medical examination fees (Nagasaki)                           |   | Same as above   | 101,228       |
|                                   |   | Other accounts receivable                                     |   | Other accounts receivable including contract services income of special funds                               | 9,337,529     |
|                                   |   | Subtotal: Accounts Receivable                                 |   |   | 10,105,621    |
|                                   | Prepaid Expenses                              | Unemployment insurance  |   | Overpayment of amount due for this fiscal year allocated to next fiscal year                                | 901,431       |
|                                   |   | Workers' compensation insurance                               |   | Same as above   | 183,456       |
|                                   |   | Rental home rent  |   | Amount due for April, next fiscal year  | 778,000       |
|                                   |   | Other prepaid expenses  |   | Amount for next fiscal year   | 54,215,779    |
| Subtotal: Prepaid Expenses        |   |   | 56,078,666  |   |               |
| Stores                            | Reagents, Laboratory supplies,                |   | Unused amount at final inventory                                      | 15,487,328  |               |
| Total Current Assets              |   |   |   |   | 91,955,174    |
| (Non-Current Assets)              |   |   |   |   |               |
| Fundamental Properties            | Buildings                                     | Hiroshima Laboratory<br>7,847㎡ (5-2 Hijiyama Park, Hiroshima) |   | Property for public interest activities and administrative activities                                       | 463,652,792   |
|                                   |   | Nagasaki Laboratory<br>2,643㎡ (1-8-6 Nakagawa, Nagasaki)      |   | Same as above   | 76,232,852    |
|                                   |   | Hijiyama Hall<br>1,386㎡ (5-1 Hijiyama Park, Hiroshima)        |   | Property for administrative activities  | 18,319,988    |
|                                   |   | Subtotal: Buildings   |   |   | 558,205,632   |
|                                   | Total Fundamental Properties                  |   |   |   |               |
| Specific Assets                   | Reserved Assets for Public-Interest Activity  | Cash On Hand  |   | Reserve assets for public utility purposes and for public interest activities and administrative activities | 300,000       |
|                                   |   | Hiroshima   |   |   |               |
|                                   |   | Nagasaki  |   |   |               |
|                                   |   | Subtotal: Cash On Hand  |   |   | 500,000       |
|                                   |   | Checking Accounts   |   | Reserve assets for public utility purposes and for public interest activities and administrative activities | 3,057,053,912 |
|                                   |   | MUFG Bank   |   |   |               |
|                                   |   | Savings Accounts  |   | Reserve assets for public utility purposes and for public interest activities and administrative activities | 34,341,287    |
|                                   |   | Hiroshima Bank  |   |   |               |
|                                   | Nishi-Nippon City Bank                        |   | Same as above   |   |               |
|                                   | Juhachi Shinwa Bank                           |   | Same as above   | 7,581,989   |               |
|                                   | Subtotal: Savings Accounts                    |   |   | 53,086,649  |               |
|                                   | Subtotal: Reserved Assets for Public-Interest |   |   | 3,110,640,561   |               |
|                                   | Reserved Assets for Reconstruction            | Checking Accounts   |   | For the relocation and reconstruction of the Hiroshima Laboratory   | 79,402,500    |
|                                   | MUFG Bank                                     |   |   |   |               |
|                                   | Structures                                    | Hiroshima Laboratory  |   | Property for public interest activities and administrative activities                                       | 6,134,980     |
|                                   |   | Nagasaki Laboratory   |   | Same as above   | 2,711,637     |
|                                   |   | Subtotal: Structures  |   |   | 8,846,617     |
|                                   | Vehicles                                      | Hiroshima Laboratory  |   | Property for administrative activities  | 1             |
|                                   | Furniture and Equipment                       | Hiroshima Laboratory  |   | Property for public interest activities and administrative activities                                       | 586,205,051   |
|                                   |   | Nagasaki Laboratory   |   | Same as above   | 73,193,886    |
| Subtotal: Furniture and Equipment |   |   | 659,398,937   |   |               |
| Leased Assets                     | Hiroshima Laboratory                          |   | Property for public interest activities                               | 18,610,259  |               |
| Telephone Deposits                | Hiroshima Laboratory                          |   | Property for public interest activities and administrative activities | 1,224,000   |               |
|                                   | Nagasaki Laboratory                           |   | Same as above   | 648,000   |               |
|                                   | Subtotal: Telephone Deposits                  |   |   | 1,872,000   |               |
| Software                          | Hiroshima Laboratory                          |   | Property for public interest activities and administrative activities | 53,482,038  |               |
|                                   | Nagasaki Laboratory                           |   | Same as above   | 2,761,373   |               |
|                                   | Subtotal: Software                            |   |   | 56,243,411  |               |
| Security Deposits                 | Hiroshima Laboratory                          |   | Property for public interest activities and administrative activities | 1,950,000   |               |
| Total Specific Assets             |   |   |   |   | 3,936,964,286 |
| Other Non-Current Assets          | Furniture and Equipment                       | Hiroshima Laboratory  |   | Property for public interest activities and administrative activities                                       | 357,071       |
|                                   |   | Nagasaki Laboratory   |   | Same as above   | 148,437       |
|                                   | Subtotal: Furniture and Equipment             |   |   | 505,508   |               |
| Total Other Non-Current Assets    |   |   |   |   | 505,508       |
| Total Non-Current Assets          |   |   |   |   | 4,495,675,426 |
| Total Assets                      |   |   |   |   | 4,587,630,600 |

# RADIATION EFFECTS RESEARCH FOUNDATION

## LIST OF PROPERTY AS OF 31 MARCH 2023

(Unit: Yen)

| Item in the balance sheet                    | Location, amount of material                    | Purpose of use, etc.   | Amount        |
|--|---|--|---------------|
| <b>(Current Liabilities)</b>                 |   |  |               |
| Accounts Payable                             | Employee allowance                              | Payable portion for March  | 3,620         |
|  | Legal welfare premiums                          | Same as above  | 13,480,175    |
|  | Overtime allowances                             | Same as above  | 1,531,612     |
|  | Termination allowances                          | Same as above  | 298,241,877   |
|  | Fees and gratuities                             | Same as above  | 6,922,035     |
|  | Equipment                                       | Payable portion for acquisition of equipment   | 29,515        |
|  | Supplies  | Payable portion for acquisition of supplies  | 11,318,186    |
|  | Printing and Book Binding                       | Payable portion for printing and book binding  | 292,722       |
|  | Communication and freight                       | Payable portion for communication and freight  | 1,323,952     |
|  | Utilities                                       | Payable portion for utilities  | 582,055       |
|  | Leases and Transportation                       | Payable portion for leases and transportation  | 2,531,430     |
|  | Temporary Employee Salaries and Benefits        | Payable portion for temporary employee salaries and benefits   | 496,689       |
|  | Insurance                                       | Payable portion for insurance  | 15,500        |
|  | Contract services and others                    | Payable portion for contract services and others   | 41,262,308    |
|  | Employee Welfare                                | Payable portion for employee welfare   | 64,560        |
|  | Tax   | Unpaid portion for consumption tax   | 745,800       |
|  | Entrustment fees                                | Payable portion for entrustment fees   | 17,243,615    |
|  | Other Non-Current Assets                        | Payable portion for other non-current assets   | 69,798,619    |
|  | Others  | Payable travel expenses to committee members and RERF staff  | 772,546       |
|  | Subtotal: Accounts Payable                      |  | 466,656,816   |
| Deposits Received                            | Withheld payroll taxes payable                  | Amount deposited for March portion of withholding taxes for directors/staff  | 10,709,621    |
|  | Temporary Deposits Received                     | External scientific research funds that are granted to individual researchers but must be managed by their institutions (RERF) | 3,449,712     |
|  | Subtotal: Deposits Received                     |  | 14,159,333    |
| Subsidies/Contract Service to be Returned    | Ministry of Health, Labour and Welfare          | Portion returned as surplus of subsidy   | 21,519,463    |
| Lease Payable                                | NTT TC Leasing Co.                              | Liability for acquisition of equipment allocated to public interest activities   | 5,000,329     |
| Accrued Seasonal Bonus                       | For the period from December 2022 to March 2023 | Accrued portion of seasonal bonuses for directors and employees to be paid in June 2023  | 144,594,989   |
| Total Current Liabilities                    |   |  | 651,930,930   |
| <b>(Non-Current Liabilities)</b>             |   |  |               |
| Lease Payable                                | NTT TC Leasing Co.                              | Liability for acquisition of equipment allocated to public interest activities   | 12,651,054    |
| Reserve for Directors' Termination Allowance | For the directors                               | Reserve for termination allowance payment to 3 Directors   | 56,593,500    |
| Reserve for Termination Allowance            | For the employees                               | Reserve for termination allowance payment to 127 staff members   | 1,656,760,329 |
| Total Non-Current Liabilities                |   |  | 1,726,004,883 |
| Total Liabilities                            |   |  | 2,377,935,813 |
| Net Assets                                   |   |  | 2,209,694,787 |

## FY2022 Audit Report

Dr. Ohtsura Niwa  
Chairman, Radiation Effects Research Foundation

We, the auditors, have audited Directors' performance of their duties for FY2022, which started on April 1, 2022, and ended on March 31, 2023. In accordance with Article 99 (1) of the Act on General Incorporated Associations and General Incorporated Foundations (provision to be applied mutatis mutandis to Article 197 of the same act) and Articles 36 and 45 of the Ordinance for Enforcement of the Act on General Incorporated Associations and General Incorporated Foundations (provisions to be applied mutatis mutandis to Article 64 of the same ordinance), we have prepared this audit report to summarize our findings and opinions as follows:

### 1. Method of audit and audited items

We communicated with the Directors and personnel, among others, of the Foundation, collected information, and sought to improve the audit environment. We also attended the Board of Directors meetings and other significant meetings and received Directors' reports on their performance of duties. We reviewed important documents of managerial decisions and investigated the status of activities and properties at the principal office of the Foundation.

In addition, we monitored and verified whether the auditing firm maintained its independence and conducted appropriate audits, received reports from the auditing firm on the performance of its duties, and asked for explanations on an as needed basis. We also received reports from the auditing firm that it had established "a system to ensure proper business operations" in accordance with the "Quality Control Standards for Audit," etc., and asked for explanations when necessary.

We audited the report of activities and its appended documents for the said fiscal year. We also examined the account books or their related documents and audited the said fiscal year's financial statements, their appended documents, and the list of properties.

### 2. Audit results

#### (1) Audit results concerning reports of activities

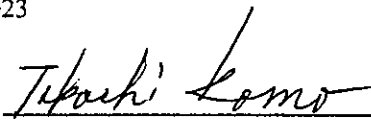
- i) We affirm that the report of activities and its appended documents present fairly the status of the Foundation in conformity with the relevant laws and ordinances as well as the Articles of Incorporation (AOI).
- ii) We found no evidence of unlawful acts on the part of the Directors with respect to their performance of duties or significant circumstance in contravention of laws, regulations, or the AOI.

#### (2) Audit results concerning financial statements, their appended documents, and the list of properties

In accordance with regulations for public interest corporations in Japan, we affirm that the financial statements, their appended documents, and the list of properties, present fairly the position of the properties as well as the changes in net assets of the Foundation in every important point.

June 2, 2023

Auditor:

  
Takashi Kohno

Auditor:

  
Paul Dominick Preziotti